Los usuarios con acceso al Internet podrán leer y descargar esta notificación en español en el sitio Web de SCE *www.sce.com/avisos* o escriba a:

Southern California Edison Company P.O. Box 800 2244 Walnut Grove Avenue Rosemead, CA 91770 Atención: Comunicaciones Corporativas

SOUTHERN CALIFORNIA EDISON COMPANY

NOTICE OF APPLICATION FILING TO DECREASE ELECTRIC RATES FOR THE 2018 ENERGY RESOURCE RECOVERY ACCOUNT FORECAST APPLICATION A. 17-05-006

SUMMARY

On May 1, 2017, Southern California Edison Company (SCE) filed an application with the California Public Utilities Commission (CPUC) requesting review and approval of its Energy Resource Recovery Account (ERRA) Forecast Application. This application will review SCE's estimate of costs associated with certain aspects of its business operations for 2018. These costs include SCE's purchases and production of energy for its customers. SCE's application is seeking a decrease in revenue, as described further below.

ABOUT THE PROPOSAL

The CPUC has established the ERRA Forecast Application as the process for review and approval of SCE's estimate of the costs of fuel that it will need to generate electricity. This application also reviews the costs of additional power it purchases for its customers. This information is provided to the CPUC for the purpose of determining SCE's rates related to the purchase of fuel and purchased power.

In addition to estimating fuel and purchased power costs, SCE's 2018 ERRA Forecast Application includes:

- (1) A request to approve other expenses recoverable in ERRA proceedings, such as expenses related to spent nuclear fuel (stored nuclear fuel that has already been used); and
- (2) A request to approve SCE's 2018 forecast of Greenhouse Gas (GHG)-related costs and revenues to be returned to customers.

SCE's proposed revenue requirement is \$4.183 billion for 2018. This request represents a decrease of \$302 million from SCE's current 2017 ERRA-related revenue requirement, or a 2.28% system average rate decrease. The revenue decrease proposed in this application will result in a decease to customer rates of approximately 0.36 cents per kilowatt-hour as compared to current rates.

The following table compares the current 2017 ERRA rates to the forecast 2018 ERRA rates:

	System			Bundled	
	Current	Proposed			
	Revenues	Revenue	% Decrease	Current Rates	Proposed Rates
Customer Group	(\$000)	Decrease (\$000)	over Current	(¢/kWh)	(¢/kWh)
Residential	4,915,711	(115,234)	-2.34%	17.76	17.34
Lighting - Small and Medium Power	4,417,692	(96,907)	-2.19%	16.84	16.48
Large Power	1,977,197	(47,478)	-2.40%	11.91	11.63
Agricultural and Pumping	412,445	(8,536)	-2.07%	12.71	12.44
Street and Area Lighting	132,897	(1,297)	-0.98%	18.05	17.87
Standby	275,134	(6,759)	-2.46%	9.61	9.37
Total	12,131,076	(276,211)	-2.28%	15.83	15.47

If SCE's proposed ERRA rate change is approved, an average non-CARE residential electric customer would see a bill decrease of \$2.36 per month, from \$107.30 to \$104.94.

This application is a forecast and is likely to change prior to including these costs in next year's electric rates. Consistent with past ERRA Forecast applications, SCE expects to update this application in November 2017, so that the latest forecast assumptions can be incorporated into SCE's 2018 rates.

FOR FURTHER INFORMATION ABOUT SCE'S APPLICATION

You may review a copy of this application and related exhibits at SCE's corporate headquarters (2244 Walnut Grove Avenue, Rosemead, CA 91770).

Customers with Internet access may view and download SCE's application and related exhibits on SCE's website, www.sce.com/applications (type"A.17-05-006" into the search box and click "Go") If you have technical issues accessing the documents through the website, please e-mail case.admin@sce.com for assistance (be sure to reference proceeding A.17-05-006 in your e-mail).

Anyone who would like to obtain more information about this application from SCE, please write to:

Southern California Edison Company A.17-05-006 – SCE's 2018 ERRA Forecast P.O. Box 800

Rosemead, CA 91770

Attention: Russell Worden, SCE Regulatory Affairs

In addition, a copy of this application may be reviewed at the CPUC's Central Files Office, located in San Francisco, CA, by appointment. For more information, please contact them at **alicentralfilesid@cpuc.ca.gov** or (415) 703-2045.

CPUC PROCESS

This application will be assigned to an Administrative Law Judge (Judge) who will determine how to receive evidence and other related documents, necessary for the CPUC to establish a record upon which to base its decision. Evidentiary Hearings (EHs) may be held where parties of record will present their testimony and may be subject to cross-examination by other parties. These EHs are open to the public, but only those who are parties of record can participate.

After considering all proposals and evidence presented during the formal hearing process, the assigned Judge will issue a proposed decision which may adopt SCE's application as proposed, modify it, or deny it. Any CPUC Commissioner may sponsor an alternate decision. The proposed decision, and any alternate decisions, will be discussed and voted upon at a scheduled CPUC Voting Meeting.

The Office of Ratepayer Advocates (ORA) may review this application on behalf of SCE's ratepayers. ORA is the independent consumer advocate within the CPUC with a legislative mandate to represent investor-owned utility customers to obtain the lowest possible rate for service consistent with reliable and safe service levels. ORA has a multi-disciplinary staff with expertise in economics, finance, accounting, and engineering. For more information about ORA, please call (415) 703-1584, e-mail <u>ora@cpuc.ca.gov</u> or visit ORA's website at <u>www.ora.ca.gov</u>/.

STAY INFORMED

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If you would like to learn how you can participate in this proceeding, have informal comments, or if you have questions about the CPUC processes, you may access the CPUC's Public Advisor's Office (PAO) webpage at www.cpuc.ca.gov/pao/. You may also contact the PAO as follows:

Phone: 1-866-849-8390 (toll-free) or 1-415-703-2074 TTY 1-866-836-7825 (toll-free) or 1-415-703-5282

Or write to: CPUC

Public Advisor's Office 505 Van Ness Avenue San Francisco, CA 94102

Email: public.advisor@cpuc.ca.gov

Please reference SCE's 2018 ERRA Forecast Application Number A.17-05-006 in any communications you have with the CPUC regarding this matter. All public comments will become part of the public correspondence file for this proceeding and made available for review for the assigned Judge, the Commissioners, and appropriate CPUC staff.